

April 12, 2021

**THE DISCLOSURE DEPARTMENT**  
**THE PHILIPPINE STOCK EXCHANGE, INC.**  
3<sup>rd</sup> Floor, Philippine Stock Exchange Plaza  
Ayala Triangle, Ayala Avenue  
Makati City

Attention: **Ms. Janet A. Encarnacion**  
Head – Disclosure Department

Subject: **Quarterly Summary of the Application of Proceeds from the Initial Public Offering (IPO)**

Dear Ms. Encarnacion:

In compliance with the disclosure requirements of the Philippine Stock Exchange, please find enclosed the following:

1. Quarterly Summary of Application of Proceeds from the Initial Public Offering of the common shares of stocks of Wilcon Depot, Inc. (the “Corporation”) as of March 31, 2021.
2. Certification of Reyes Tacandong & Co. on the accuracy of information provided in relation to the progress report.

**WILCON DEPOT, INC.**



**MARK ANDREW Y. BELO**  
Treasurer

**WILCON DEPOT, INC.**  
**Quarterly Summary of Application of Proceeds**  
**As of March 31, 2021**

**Gross Offering Proceeds:** 7,039,226,310

**Less: IPO related expenses**

Underwriting and selling fees	PHP	178,029,707	
Philippine Securities and Exchange Commission registration, filing and research fees, taxes paid by the Company and Philippine Stock Exchange listing and processing fees		102,111,680	
Professional and legal fees		8,200,000	
Other offer expenses		1,556,416	
		289,897,803	289,897,803

**Net Offerring Proceeds** **6,749,328,507**

**Less: Disbursements**

Costs Incurred from April 01, 2017 to December 31, 2017			
Store network expansion		509,691,585	
Debt repayment		428,100,000	
General corporate purposes		200,000,000	
		1,137,791,585	1,137,791,585
Costs Incurred from January 01, 2018 to December 31, 2018			
Store network expansion			2,038,473,904
Costs Incurred from January 01, 2019 to December 31, 2019			
Store network expansion			2,172,394,046
Costs Incurred from January 01, 2020 to December 31, 2020			
Store network expansion			1,299,318,887
Costs Incurred from January 01, 2021 to March 31, 2021			
Store network expansion			101,350,085

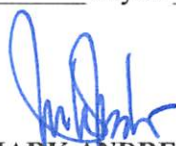
**Total Disbursements up to March 31, 2021** **6,749,328,507**

**Balance of the Net Offering Proceeds  
as of March 31, 2021**

**PHP            -**

IN WITNESS WHEREOF, I have hereunto set my hand this \_\_\_\_\_ day of \_\_\_\_\_  
at Quezon City, Metro Manila Philippines.

12 APR 2021

  
**MARK ANDREW Y. BELO**  
Treasurer

SUBSCRIBED AND SWORN to before me this \_\_\_\_\_ day of 12 APR 2021 at  
QUEZON CITY, affiant exhibited to me his Tax Identification No. 220-546-117-000.

Doc. No. 201 ;  
Page No. 46 ;  
Book No. SM ;  
Series of 2021.

*[Signature]*  
**ATTY. ROGELIO J. BOLVAR**  
NOTARY PUBLIC IN QUEZON CITY  
AM Adm. Not. Com. No. NP-124 1-12-19 until 12-31-2020  
Commission Extended until June 30, 2021  
as per SC ENBANC B.M No. 3795 12/1/2020  
IBP O.R. No. 132134 MD 2021 & IBP O.R. No. 133076 MD 2022  
PTR O.R. No. 0695112 D 1/4/21 / Roll No. 33832 / TIN# 129-871-009  
MCLE VI-0029583 valid from 12/16/19 Valid until 04/14/22 Quezon City  
Address: 31-F Harvard St., Cubao, Q.C.

April 12, 2021

The Stockholders and the Board of Directors  
WILCON DEPOT, INC.  
Doing Business under the Name and Style of  
WILCON DEPOT and WILCON HOME ESSENTIALS  
No. 90 E. Rodriguez Jr. Avenue  
Brgy. Ugong Norte Libis, Quezon City

### Report of Factual Findings

We have performed the procedures agreed to by management of WILCON DEPOT, INC. Doing Business under the Name and Style of WILCON DEPOT and WILCON HOME ESSENTIALS (the Company) with respect to the Progress Report of the Company for the quarter ended March 31, 2021 on the use of the proceeds from the Initial Public Offering (the Offering) of the Company's common shares in connection with its compliance with the reportorial requirements of the Philippine Stock Exchange, Inc. (PSE). Our engagement was undertaken in accordance with the Philippine Standard on Related Services 4400, *Engagements to Perform Agreed-upon Procedures regarding Financial Information*, applicable to agreed-upon procedures engagements.

#### Background

On September 13, 2016, the stockholders and Board of Directors of the Company authorized the Company to undertake the Offering of its shares with the PSE. Subsequently, on February 23 and March 8, 2017, the Securities and Exchange Commission (SEC) and the PSE approved the Company's application for the Offering, respectively.

The shares of stock of the Company are officially listed at the PSE on March 31, 2017. The Company listed 1,393,906,200 common shares at an offer price of ₱5.05 per share.

The remaining proceeds from the Offering were used by the Company for store network expansion.

#### Procedures Performed and Results

The agreed-upon procedures and the results thereof are summarized as follows:

1. We obtained the Progress Report on the Use of the Proceeds from the Offering for the quarter ended March 31, 2021.

Movements of unapplied proceeds for the quarter ended March 31, 2021 are as follows:

Unapplied proceeds as at December 31, 2020	₱101,350,085
Disbursements for store network expansion	(101,350,085)
<u>Unapplied proceeds as at March 31, 2021</u>	<u>₱-</u>

As at March 31, 2021, the Company has fully utilized the proceeds from the Offering.

2. During the quarter ended March 31, 2021, the Company made actual disbursements amounting to ₱101.3 million for the construction of new stores.

We traced the disbursements to the bank statements and examined the underlying documents supporting the construction cost amounting to ₱101.3 million. The underlying documents examined include, among others, duly approved quotations, delivery receipts, sales invoices and official receipts issued by the suppliers to the Company. No exceptions were noted.

Of the stores to be financed by the proceeds from the Offering, one store is still on-going construction. The remaining cost of construction will be financed by the working capital funds of the Company.

3. As at March 31, 2021, the Company has fully utilized the proceeds from the Offering. Presented are the details of the actual use of proceeds.

Store network expansion	₱6,121,228,507
Debt repayment	428,100,000
Offer expenses	289,897,803
General corporate purposes	200,000,000
	<hr/>
	₱7,039,226,310

The sufficiency of the foregoing procedures is solely the responsibility of the Company. Accordingly, we make no representation regarding the sufficiency of the procedures either for the purpose for which this report has been requested or for any other purpose.

Because the foregoing procedures do not constitute either an audit or a review made in accordance with Philippine Standards on Auditing or Philippine Standards on Review Engagements, we do not express any assurance on any of the financial statement accounts of the Company.

Had we performed additional procedures or performed an audit or a review of the financial statements of the Company in accordance with Philippines Standards on Auditing or Philippine Standards on Review Engagements, other matters might have come to our attention that would have been reported to you. Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties. This report relates only to items specified in the foregoing and does not extend to any financial statements of the Company taken as a whole.

**REYES TACANDONG & Co.**



HAYDEE M. REYES

Partner

CPA Certificate No. 83522

Tax Identification No. 102-095-265-000

BOA Accreditation No. 4782; Valid until August 15, 2021

SEC Accreditation No. 83522-SEC Group A

Issued March 10, 2020

Valid for Financial Periods 2019 to 2023

BIR Accreditation No. 08-005144-006-2019

Valid until October 20, 2022

PTR No. 8534276

Issued January 5, 2021, Makati City

April 12, 2021

Makati City, Metro Manila